UNITED STATES DISTRICT COURT FOR THE NORTHERN DISTRICT OF ILLINOIS, EASTERN DIVISION

STONE INTERIORS, INC., d/b/a PRP USA,)	
Plaintiff,)	
v.)	Case No. 08 CV 1158
CUSTOM INTERIORS, LLC, MICHAEL ZAMPIERI IV, and HARD ROCK ENTERPRISES, LLC.)	Judge Virginia M. Kendall

Defendants.

INITIAL STATUS REPORT

- I. Nature of the Case.
 - A. Attorneys of Record.
 - 1. Plaintiff Stone Interiors, Inc., d/b/a PRP USA ("Stone Interiors"):
 - J. Scott Humphrey
 Marcus M. Mintz
 Seyfarth Shaw LLP
 131 South Dearborn Street
 Suite 2400
 Chicago, Illinois 60603
 - 2. Defendants Custom Interiors, LLC ("Custom") and Michael Zamperi IV ("Zamperi"):

Attorney L. Gino Marchetti, Jr. of the law firm Taylor, Pigue, Marchetti & Mink, PLLC in Nashville, Tennessee accepted service on behalf of Custom on April 2, 2008. Mr. Marchetti has not, however, filed an appearance in this matter and, based upon information and belief, will not be appearing on behalf of Custom. Nevertheless, Mr. Marchetti has been provided a copy of this status report.

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Zamperi, an Alabama resident, is yet to be served. Stone Interiors has hired a special process server to serve Zamperi. The process server made several attempts to locate and serve Zamperi yet, as of this date, Zamperi

- Hard Rock Enterprises LLC. ("Hard Rock")
 Hard Rock was served with Stone Interiors Complaint on May 27, 2008.
 As of now, no one has appeared on behalf of Hard Rock.
- Basis for Federal Jurisdiction.Diversity.

has not been served.

C. Nature of Claims Asserted in Complaint and Any Expected Counterclaims.

Stone Interiors provided marble and granite slabs to Custom and Hard Rock in

October and November 2006 that were worth approximately \$155,000.00

Custom and Hard Rock, however, only paid \$30,000 for the materials and, as a result, still owe Stone Interiors \$125,000 plus interest and costs.

Custom made several promises to pay the amount it owes Stone Interiors and, on September 24, 2007 (and after Stone Interiors filed suit), entered into an Agreement with Stone Interiors to pay the amount Custom owes Stone Interiors. As part of the Agreement and a primary basis for Stone Interiors entering into the Agreement, Zamperi (one of Custom's owners) agreed to be a party to the Agreement and to pay the amount Custom owes Stone Interiors in the event Custom did not pay the Settlement Amount. Neither Custom nor Zamperi have lived up to the duties and obligations they agreed to under the Settlement

Agreement, nor has either Custom or Zamperi paid Stone Interiors the amount Zamperi and Custom owe Stone Interiors.

Thus, Stone Interiors seeks to recover a money judgment in the amount of \$140,037.23, plus interest and attorneys fees, and to recover all additional costs incurred in this action pursuant to Agreements entered into between Stone Interiors, Custom Interiors, Zampieri, and Hard Rock.

D. The Name of Any Party Not Yet Served and The Circumstances Regarding Service.

Zamperi. See above.

E. The Principal Legal Issues.

Breach of contract.

F. The Principal Factual Issues.

See Above.

II. Discovery.

A. Brief Description of Any Discovery Undertaken to Date and Any Anticipated in the Future.

No discovery has occurred as of this date.

B. Brief Description of any pending motions or anticipated motions.

No motions are currently pending. Stone Interiors anticipates filing a motion for summary judgment prior to trial.

C. Brief Description of any previously entered rulings on substantive issues.

None.

D. Any previously filed status reports.

Yes, a status report was filed with this court on April 25, 2008.

CERTIFICATE OF SERVICE

I, J. Scott Humphrey, an attorney, certify that I caused a true and correct copy of the foregoing Initial Status Report to be served upon:

Custom Interiors LLC c/o Michael Zamperi 1280 Seven Hills Drive Mobile, AL 36695

by placing in a properly addressed, postage prepaid envelope and deposited in the U.S. Mail at 131 S. Dearborn Street, Chicago, Illinois this 24th day of April, 2008.

J. Scott Humphrey